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April 30, 2007

VIA ELECTRONIC-DELIVERY

The Honorable Charles L.A. Terreni
Chief Clerk & Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29210

Re: Commission Utilities Matters Action Agenda Item – Docket No. 2005-48-E - Duke Power Company's request for Approval of two proposed new rate schedules, Schedule HP-Flex (SC), Hourly Pricing, Flexible Baseline (Pilot) and Rider NL (SC), Economic Development for New Load (Pilot).
Request to Cancel Pilot Rate Schedules

Dear Mr. Terreni,

This is to inform the Public Service Commission that the Office of Regulatory Staff (ORS) has reviewed the above referenced filing and ORS has no objection to the Company's request to cancel these two pilot tariffs. These Pilot Programs were originally offered to allow the Company to gain knowledge about the Programs and evaluate customer acceptance and participation. There are currently no customers on Schedule HP-Flex and only one customer has received service under this tariff since it first became available in 2005. Rider NL was introduced at the same time as Schedule HP-Flex and there have been no customers served under Rider NL. Schedule HP-Flex and Rider NL are due to expire December 31, 2007, but since there are no customers and no customer interest the Company is requesting to cancel these two Schedules.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,


John W. Flitter

JWF/swh

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cc: Dan F. Arnett, Chief of Staff, SC ORS
C. Lessie Hammonds, Counsel, SC ORS
Catherine E. Heigel, Assistant General Counsel, Duke Energy Carolinas
Dr. James Spearman